



State of Utah

Department of Natural Resources

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April 5, 2004

TO: Minerals File

FROM: Doug Jensen, Senior Reclamation Engineer 

SUBJECT: Site Inspection, USMX of Utah, Inc., Goldstrike Project,
M/053/005, Washington County, Utah

Date of Inspection: March 23, 2004
Time of Inspection: 8:45 a.m.
Conditions: Warm
Participants: Dan Slyter, Contractor; Doug Jensen, DOGM

Purpose of Inspection:

Inspecting areas of concern with Dan Slyter, the contractor that is presently under contract to the State of Utah. Dan's duties include monthly monitoring and maintenance at the site.

Getting to the site:

The Goldstrike mine is located 25 miles northwest of St. George. The site is located ~8 miles northeast of the Motaqua road.

Observations:

The site is stable with no environmental concerns. Revegetation on the site appears to be doing very well considering the lack of precipitation in the area and pressure from cattle being allowed to graze on the site.

The effluent application system, set up to apply drain down solutions from both pad 1 & pad 2, continues to function well. On Dan's monthly visits to the site, he switches application areas (the application system contains four separate areas which the effluent can be applied).

We toured many of the areas on the site to review areas where Dan has proposed doing work this year.

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USMX Goldstrike Mine

M/053/005

Inspection Date: March 23,2004; Report Date: April 6, 2004

When the site was reclaimed the old access road in the bottom of Beaver Dam Wash was ripped and seeded. The public is now driving over the roadblock and are impacting this reclamation. There are vehicle tracks on both pads and the trail going into Hamburg pit where people are driving into reclaimed areas. Without any type of presence at the site, this type of activity will continue.

I have received a request from Rick Rymerson at the St. George BLM office for a tour of the site to view the reclamation. I will return to the site tomorrow to give him a tour.

Conclusions and Recommendations:

I will continue to monitor the site when I am in the area.

DJ:jb

cc: Dan Slyter, USMX

Rick Rymerson, BLM, St. George FO

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